Margaret M. Anderson Ryan T. Schultz FOX, HEFTER, SWIBEL, LEVIN & CARROLL, LLP 200 West Madison Street Suite 3000 Chicago, IL 60606

Ph: 312.224.1200 Fx: 312.224.1201

Attorneys for Universal Underwriters Insurance Company

## UNITED STATES BANKRUPTCY COURT SOUTHERN DISTRICT OF NEW YORK

: Chapter 11 Case No.

In re

:

MOTORS LIQUIDATION COMPANY, et al., : 09-50026 (REG)

f/ka General Motors Corp., et al.

.

Debtors. : (Jointly Administered)

X

## RESPONSE OF UNIVERSAL UNDERWRITERS INSURANCE COMPANY TO DEBTORS $110^{TH}$ OBJECTION TO CLAIMS

Universal Underwriters Insurance Company and its affiliates (collectively "UUIC") for its response to the Debtors 110<sup>th</sup> Omnibus Objection states as follows:

1. UUIC filed a Proof of Claim, Proof of Claim No. 63742, in the chapter 11 case of Motors Liquidation Company (f/k/a General Motors Corporation) in an unliquidated amount asserting certain claims against the Debtor. The Debtors objected to the Proof of Claim on the grounds that such claim should be disallowed under 11 U.S.C. § 502(e) as a contingent, unliquidated claims for contribution or reimbursement.

- 2. Universal Underwriters Insurance Company and its affiliates (collectively, "UUIC") issued certain insurance policies to automotive dealerships which sold and/or serviced automobiles manufactured or sold by the Debtors. Pursuant to the terms of the dealership agreements between the dealer and the Debtors, the Debtors agreed, with certain limitations, to assume the defense of the dealer and to indemnify the dealer for any judgments in any lawsuit against the dealer relating to a product manufactured or sold by the Debtors. Certain Dealers may have also state law rights of contribution and indemnity against the Debtors. UUIC is subrogated to the rights of certain of the Debtors' dealers which it insured. UUIC is filed a Proof of Claim in an unliquidated amount to preserve its rights as subrogee of the dealers for payments of the costs of defense and payment and reimbursement of any settlements or judgments.
- 3. UUIC recently filed an Amended Proof of Claim asserting liquidated contribution and indemnity claim in the amount of \$9,884,703 for defense costs incurred and claim settlement payments made in connection with personal injury and asbestors claims filed against dealers it insured. Due to the confidential nature of such defense costs and claims settlements, information regarding such claims is not included in this pleading, but has been provided on a confidential basis to counsel for the Debtors.
- 4. UUIC still has unliquidated claims for contribution or indemnity against the Debtors, which claims, pursuant to 11 U.S.C. § 502(e)(2), can be allowed as such claims become liquidated. Those claims should not be disallowed at this time. Rather UUIC should be allowed to amend its Proof of Claim at any time until 15 days before the last date fixed for the Debtors to object to unsecured claim in these cases. Allowing UUIC to do so will not prejudice the Debtors.

Dated: Chicago, Illinois January 13, 2011

/s/ Margaret M. Anderson

Margaret M. Anderson Ryan T. Schultz FOX, HEFTER, SWIBEL, LEVIN & CARROLL, LLP 200 West Madison Street Suite 3000

Chicago, IL 60606 Ph: 312.224.1200 Fx: 312.224.1201

Email: <a href="mailto:panderson@fhslc.com">panderson@fhslc.com</a>
Email: <a href="mailto:panderson">panderson@fhslc.com</a>
Email: <a href="mailto:panderson">panderson@fhslc.com</a>

## **CERTIFICATE OF SERVICE**

I, Margaret M. Anderson, an attorney, hereby certify that on January 13, 2011, the **Response of Universal Underwriters Insurance Company to Debtors 110**<sup>th</sup> **Objection to Claims** was filed *electronically* through the Court's ECF Filing System and served via overnight delivery to the entities and individuals listed on the attached Service List.

/s/ Margaret M. Anderson

## SERVICE LIST

Attorneys for the Debtors	The Debtors
Weil, Gotshal & Manges LLP 767 Fifth Avenue New York, NY 10153 Attn: Harvey R. Miller Attn: Stephen Karotkin Attn: Joseph H. Smolinsky	Motors Liquidation Company 500 Renaissance Center Suite 1400 Detroit, MI 48253 Attn: Ted Stenger
Attorneys for the Statutory Committee of Unsecured Creditors	Attorneys for the United States Department of the Treasury
Kramer Levin Naftalis & Frankel LLP 1177 Avenue of the Americas New York, NY 10036 Attn: Thomas Moers Mayer Attn: Robert Schmidt Attn: Lauren Macksoud Attn: Jennifer Sharret	Cadwalader, Wickersham & Taft LLP One World Financial Center New York, NY 10281 Attn: John J. Rapisardi
Attorneys for the Official Committee of Unsecured Creditors holding Asbestos- related claims	Attorneys for the Official Committee of Unsecured Creditors holding Asbestos- related claims
Caplin & Drysdale, Chartered 375 Park Avenue 35 <sup>th</sup> Floor New York, NY 10152-3500 Attn: Elihu Inselbuch Attn: Rita C. Tobin	Caplin & Drysdale, Chartered One Thomas Circle, N.W. Suite 1100 Washington, DC 20005 Attn: Trevor W. Swett III Attn: Kevin C. Maclay
Attorneys for Dean M. Trafelet in his capacity as the legal representative for future asbestos personal injury claimants  Stutzman, Bromberg, Esserman & Plifka 2323 Bryan Street Suite 2200 Dallas, TX 75201 Attn: Sander L. Esserman Attn: Robert T. Brousseau	Attorneys for Export Development Canada  Vedder Price, P.C. 1633 Broadway, 47 <sup>th</sup> Floor New York, NY 10019 Attn: Michael J. Edelman Attn: Michael L. Schein

United States Department of the Treasury 1500 Pennsylvania Avenue NW Room 2312 Washington D.C. 20220 Attn: Joseph Samarias	Office of the United States Trustee for the Southern District of New York 33 Whitehall Street 21 <sup>st</sup> Floor New York, NY 10004 Attn: Tracy Hope Davis
General Motors, LLC 400 Renaissance Center Detroit, MI 48265 Attn: Lawrence S. Buonomo	United States Attorney's Office Southern District of New York 86 Chambers Street Third Floor New York, NY 10007 Attn: David S. Jones Attn: Natalie Kuehler